

Exhibit III

Fee Application for the period

August 1, 2007 through August 31, 2007

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re)	Chapter 11
)	
W. R. Grace & Co. et al. ¹ ;)	Case No. 01-01139 (JKF)
)	Jointly Administered
Debtors.)	
)	

Objection Deadline:
November 19, 2007 at 4:00 p.m.
Hearing date: To be scheduled only if objections
are timely filed and served.

NOTICE OF FILING OF MONTHLY FEE APPLICATION

To: (1) The Debtors; (2) Counsel to the Debtors; (3) The Office of the United States Trustee; (4) Counsel to the Official Committee of Asbestos Personal Injury Claimants; (5) Counsel to the Official Committee of Asbestos Property Damage Claimants; (6) Counsel to the Official Committee of Equity Holders; and (7) Counsel to the Debtors-in-Possession Lenders (8) the Fee Auditor:

Capstone Advisory Group, LLC ("Capstone"), financial advisors to the Official Committee of Unsecured Creditors of the above captioned debtor and debtors in possession in the above-captioned chapter 11 cases, filed and served its Forty-Third Interim Application for Allowance of Compensation and for Services Rendered and Reimbursement of Expenses

¹ The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

Incurred for the period from August 1, 2007 through August 31, 2007 (the "Monthly Fee Application"). Capstone is seeking compensation in the amount of \$59,676.80, representing 80% of \$74,596.00, which is the total amount of fees incurred, and reimbursement for actual and actual and necessary expenses in the amount of \$184.06.

Objections or responses to the Monthly Fee Application, if any, must be made in writing and filed with the United States Bankruptcy Court for the District of Delaware, Marine Midland Plaza, 824 Market Street, 3rd Floor, Wilmington, Delaware 19801, on or before November 19, 2007 at 4:00 p.m.

At the same time you must also serve a copy of the objections or responses, if any, upon the following: (i) co-counsel for the Debtors, James H.M. Sprayregen, Esquire, Kirkland & Ellis, 200 East Randolph Drive, Chicago, Illinois 60601 (fax number 312-861-2200), and Laura Davis Jones, Esquire, Pachulski, Stang, Ziehl, Young & Jones P.C., 919 North Market Street, Suite 1600, P.O. Box 8705, Wilmington, DE 19899-8705 (Courier 19801) (fax number 302-652-4400); (ii) co-counsel to the Official Committee of Unsecured Creditors, Lewis Kruger, Esquire, Stroock & Stroock & Lavan LLP, 180 Maiden Lane, New York, New York 10038-4982 (fax number 212-806-6006), and Michael R. Lastowski, Esquire, Duane Morris LLP, 1100 N. Market Street, Suite 1200, Wilmington, Delaware 19801-1246 (fax number 302-657-4901); (iii) co-counsel to the Official Committee of Asbestos Property Damage Claimants, Scott L. Baena, Esquire, Blizin, Sumberg, Dunn, Baena, Price & Axelrod, First Union Financial Center, 200 South Biscayne Boulevard, Suite 2500, Miami, Florida 33131 (fax number 305-374-7593), and Michael B. Joseph, Esquire, Ferry & Joseph, P.A., 824 Market Street, Suite 904, P.O. Box 1351, Wilmington, Delaware 19899 (fax number 302-575-1714); (iv) co-counsel to the Official Committee of Asbestos Personal Injury Claimants, Elihu Inselbuch, Esquire, Caplin & Drysdale,

399 Park Avenue, 36th Floor, New York, New York 10022 (fax number 212-644-6755) and Mark Hurford, Esquire, Campbell & Levine, LLC, Chase Manhattan Centre, 15th Floor, 1201 Market Street, Suite 1500, Wilmington, Delaware 19801 (fax number 302-426-9947); (v) co-counsel to the DIP Lender, J. Douglas Bacon, Esquire, Latham & Watkins , Sears Tower, Suite 5800, Chicago, Illinois 60606 (fax number 312-993-9767), and Steven M. Yoder, Esquire, The Bayard Firm, 222 Delaware Avenue, Suite 900, P.O. 25130, Wilmington, Delaware 19899 (fax number 302-658-6395); (vi) counsel to the Official Committee of Equity Holders, Thomas Moers Mayer, Esquire, Kramer Levin Naftalis & Frankel LLP, 919 Third Avenue, New York, New York 10022 (fax number 212-715-8000); and (vii) the Office of the United States Trustee, Attn: David Klauder, Esquire, 844 N. King Street, Wilmington, Delaware 19801 (fax number 302-573-6497); and (viii) the Fee Auditor, to Stephen L. Bossay, Warren H. Smith and Associates, Republic Center, 325 N. St. Paul, Suite 1275, Dallas, TX 75201.

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Dated: October 29, 2007
Wilmington, DE

RESPECTFULLY SUBMITTED,



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Co-Counsel for the Official Committee of
Unsecured Creditors of W. R. Grace & Co., et al.

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:)	Chapter 11
)	
W.R. GRACE & Co., et al.,)	Case No. 01-01139 (JKF)
)	(Jointly Administered)
Debtors)	
)	

**FORTY-THIRD INTERIM APPLICATION OF CAPSTONE ADVISORY GROUP, LLC,
FINANCIAL ADVISORS TO THE OFFICIAL COMMITTEE OF UNSECURED
CREDITORS, FOR ALLOWANCE OF COMPENSATION FOR SERVICES
RENDERED AND REIMBURSEMENT OF EXPENSES INCURRED
(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

Name of Applicant:	Capstone Advisory Group, LLC (formerly known as Capstone Corporate Recovery, LLC)
Authorized to Provide Professional Services to:	The Official Committee of Unsecured Creditors
Date of Retention:	June 8, 2004 (<u>nunc pro tunc</u> to February 4, 2004)
Period for which compensation and reimbursement is sought:	August 1, 2007 through August 31, 2007
Amount of Compensation sought as actual, reasonable and necessary (80% of \$74,596.00):	\$ 59,676.80
Amount of Expense Reimbursement sought as actual, reasonable and necessary (100%):	<u>184.06</u>
Total Amount Due:	\$ 59,860.86

Capstone replaced FTI Consulting, Inc. ("FTI") as financial advisors to the Official Committee of Unsecured Creditors, nunc pro tunc to February 4, 2004, so ordered by the Court on June 8, 2004.

The total time expended and included herein for the June monthly fee statement is 5.3 hours and corresponding compensation requested is approximately \$2,053.50.

This is the Forty-Third Interim Application filed by Capstone. Disclosure for the current period and prior periods is as follows:

**FORTY-THIRD INTERIM APPLICATION OF CAPSTONE ADVISORY GROUP, LLC,
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(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

**ATTACHMENT A
TO FEE APPLICATION**

Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees (80% of requested fees)
June 10, 2004	February 4, 2004 through February 29, 2004	\$94,882.00	\$3,932.07	\$75,905.60
June 10, 2004	March 1, 2004 through March 31, 2004	\$136,415.50	\$1,819.00	\$109,132.40
Totals First Quarterly	February 4, 2004 through March 31, 2004	\$231,297.50	\$5,751.07	\$185,038.00
June 12, 2004	April 1, 2004 through April 30, 2004	\$61,925.00	\$678.33	\$49,540.00
July 13, 2004	May 1, 2004 Through May 31, 2004	\$32,665.00	\$477.15	\$26,132.00
August 5, 2004	June 1, 2004 through June 30, 2004	\$106,470.50	\$1,119.63	\$85,176.40
Totals Second Quarterly	April 1, 2004 through June 30, 2004	\$201,060.50	\$2,275.11	\$160,848.40
August 31, 2004	July 1, 2004 through July 31, 2004	\$68,533.50	\$667.60	\$54,826.80
September 24, 2004	August 1, 2004 through August 31, 2004	\$99,215.50	\$1,341.49	\$79,372.40
October 28, 2004	September 1, 2004 through September 30, 2004	\$44,918.25	\$658.72	\$35,934.60
Totals Third Quarterly	July 1, 2004 through September 30, 2004	\$212,667.25	\$2,667.81	\$170,133.80

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(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees (80% of requested fees)
December 6, 2004	October 1, 2004 through October 31, 2004	\$57,592.50	229.77	\$46,074.00
December 22, 2004	November 1, 2004 through November 30, 2004	\$84,366.50	\$745.91	\$67,493.20
January 28, 2005	December 1, 2004 Through December 31, 2004	\$82,351.00	\$ 1,943.96	\$65,880.80
Totals Fourth Quarterly	October 1, 2004 through December 31, 2004	\$224,310.00	\$2,919.64	\$179,448.00
February 25, 2005	January 1, 2005 through January 31, 2005	\$69,477.00	\$276.18	\$55,581.60
March 29, 2005	February 1 through February 28, 2005	\$77,228.50	\$1,727.60	\$61,782.80
May 6, 2005	March 1, 2005 through March 31, 2005	\$126,012.00	\$ 494.94	\$100,809.60
Totals Fifth Quarterly	January 1, 2005 through March 31, 2005	\$272,717.50	\$2,498.72	\$218,174.00
June 3, 2005	April 1, 2005 through April 30, 2005	\$ 87,936.00	\$ 435.16	\$ 70,348.80
July 6, 2005	May 1, 2005 through May 31, 2005	\$119,435.00	\$1,275.00	\$ 95,548.00
July 15, 2005	June 1, 2005 through June 30, 2005	\$89,859.00	\$542.69	\$71,887.20

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(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees (80% of requested fees)
Totals Sixth Quarterly	April 1, 2005 through June 30, 2005	\$297,230.00	\$2,252.85	\$237,784.00
September 19, 2005	July 1, 2005 through July 31, 2005	\$90,014.50	\$621.03	\$72,011.60
October 7, 2005	August 1, 2005 through August 31, 2005	\$126,233.00	\$1,532.46	\$100,986.40
October 31, 2005	September 1, 2005 through September 30, 2005	75,983.50	\$482.03	\$60,786.80
Totals Seventh Quarterly	July 1, 2005 through September 30, 2005	\$292,231.00	\$2,635.52	\$233,784.80
December 16, 2005	October 1, 2005 through October 31, 2005	95,742.50	\$750.36	76,594.00
December 30, 2005	November 1, 2005 through November 30, 2005	\$118,062.00	\$1,119.74	\$94,449.60
February 9, 2006	December 1, 2005 through December 31, 2005	\$122,018.50	\$938.82	\$97,614.80
Totals Eighth Quarterly	October 1, 2005 through December 31, 2005	\$335,823.00	\$2,808.92	\$268,658.40
March 21, 2006	January 1, 2006 through January 31, 2006	\$85,745.00	\$631.01	\$68,596.00
April 20, 2006	February 1, 2006 through February 28, 2006	\$173,916.50	\$2,359.69	\$139,133.20

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(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees (80% of requested fees)
May 9, 2006	March 1 through March 31, 2006	\$141,040.50	\$1,017.99	\$112,832.40
Totals Ninth Quarterly	January 1, 2006 through March 31, 2006	\$400,702.00	\$4,008.69	\$320,561.60
May 23, 2006	April 1, 2006 through April 30, 2006	\$125,055.00	\$1,929.46	\$100,044.00
June 21, 2006	May 1, 2005 Through May 31, 2006	\$146,396.50	\$965.43	\$117,117.20
July 20, 2006	June 1, 2006 Through June 30, 2006	\$140,368.50	\$1,263.86	\$140,368.50
Totals Tenth Quarterly	April 1, 2006 through June 30, 2006	\$411,820.00	\$4,158.75	\$329,456.00
	Adjustment for July photocopies		\$(6.55)	
August 25, 2006	July 1, 2006 through July 31, 2006	\$102,449.00	\$566.51	\$ 81,959.20
October 2, 2006	August 1, 2006 Through August 31, 2006	\$111,154.00	\$505.01	\$88,923.20
November 13, 2006	September 1, 2006 through September 30, 2006	\$75,103.50	\$633.57	\$ 60,082.80
Totals Eleventh Quarterly	July 1, 2006 through September 30, 2006	\$288,706.50	\$1,698.54	\$230,965.20
December 20, 2006	October 1, 2006 Through October 31, 2006	\$63,155.50	\$206.40	\$50,524.40

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(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees (80% of requested fees)
January 22, 2007	November 1, 2006 Through November 30, 2006	\$98,985.50	\$809.09	\$79,997.49
March 20, 2007	December 1, 2006 Through December 31, 2006	\$59,630.50	\$381.70	\$47,704.40
Totals Twelfth Quarterly	October 1, 2006 through December 31, 2006	\$221,771.50	\$1,397.19	\$177,417.20
April 20, 2007	January 1, 2007 through January 31, 2007	\$55,703.00	\$ 166.00	\$44,562.40
April 20, 2007	February 1, 2007 through February 28, 2007	\$87,120.50	\$ 344.89	\$69,696.40
June 29, 2007	March 1, 2007 through March 31, 2007	\$119,047.50	\$472.38	\$95,238.00
Totals Thirteenth Quarterly	January 1, 2007 through March 31, 2007	\$261,871.00	\$983.27	\$209,496.80
June 29, 2007	April 1, 2007 through April 30, 2007	\$77,267.00	\$221.70	\$61,813.60
July 3, 2007	May 1, 2007 through May 31, 2007	\$101,181.00	\$838.49	\$80,944.80
August 31, 2007	June 1, 2007 through June 30, 2007	\$90,040.50	\$744.21	\$72,032.40
Totals Fourteenth Quarterly	April 1, 2007 Through June 30, 2007	\$268,488.50	\$1804.40	\$214,790.80

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(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees (80% of requested fees)
October 23, 2007	July 1, 2007 through July 31, 2007	\$78,971.00	\$636.29	\$63,176.80
October 23, 2007	August 1, 2007 Through August 31, 2007	\$74,596.00	\$184.06	\$59,676.80

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(FOR THE PERIOD FROM AUGUST 1, 2007 THROUGH AUGUST 31, 2007)**

**ATTACHMENT B
TO FEE APPLICATION**

1. Summary of Fees by Professional
2. Summary of Fees by Task Code
3. Detailed Time Description by Task Code
4. Expense Detail

**W.R. Grace & Co.
Capstone Advisory Group, LLC
Summary of Fees by Professional
For the Period 8/1/07 through 8/31/07**

Professional	Position	Billing Rate	Hours	Fees
E. Ordway	Member	\$595	17.00	\$10,115.00
S. Cunningham	Member	\$595	43.80	\$26,061.00
J. Dolan	Consultant	\$375	101.60	\$38,100.00
M. Desalvio	Research	\$160	2.00	\$320.00
For the Period 8/1/07 through 8/31/07			164.40	\$74,596.00

W.R. Grace & Co.
Capstone Advisory Group, LLC
Summary of Fees by Task Code
For the Period 8/1/07 through 8/31/07

Task Code	Task Description	Hours	Fees
03. Claims Analysis & Valuation	During the Fee Application period, the Applicant prepared various analyses of claims and debt capacity, reviewed recovery scenarios under various assumptions and reviewed expert testimony reports regarding asbestos claim estimates.	29.10	\$13,662.50
04. Creditor Committee Matters	During the Fee Application period, the Applicant discussed case issues including the PI/PD proposal, and recovery analyses with counsel and Committee members.	10.60	\$ 4,261.00
05. Employee Matters/KERP/Other	During the Fee Application period, the Applicant prepared and distributed a report on the LTIP motion to the Committee.	2.20	\$ 1,001.00
07. Fee Applications & Invoices	During the Fee Application Period, the Applicant prepared the June Fee Statement.	5.30	\$ 2,053.50
08. Financial Analysis - Schedules & Statements	During the Fee Application Period, the Applicant analyzed data regarding Q2 results by comparing sales, EBIT, and gross margin to Plan and prior year, as well as a review of industry reports. A report to the Committee was prepared thereon.	111.60	\$51,618.00
11. Financial Analysis - Other	During the Fee Application Period, the Applicant Reviewed SEC filings.	0.40	\$ 150.00
21. Research	During the Fee Application period, the Applicant Researched peer group information and industry reports.	2.00	\$ 320.00
26. Meetings with Debtors/Advisors	During the Fee Application Period, the Applicant prepared for and participated in a discussions regarding Q2 results.	3.20	\$ 1,530.00
For the Period 8/1/07 through 8/31/07		164.40	\$74,596.00

W.R. Grace & Co.
Capstone Advisory Group, LLC
Detailed Time Description by Task Code
For the Period 8/1/07 through 8/31/07

Date	Professional	Hours	Detailed Time Description
03. Claims Analysis & Valuation			
8/1/2007	J. Dolan	1.60	Prepared recovery analysis at the request of counsel.
8/1/2007	S. Cunningham	3.30	Review & update forecast rate at various data points
8/1/2007	J. Dolan	1.50	Prepared for and participated in call with counsel regarding claims valuation and interest rates.
8/1/2007	J. Dolan	0.90	Discussion with counsel regarding value distribution analysis.
8/2/2007	S. Cunningham	3.00	Update hypothetical recovery re: claims
8/2/2007	E. Ordway	0.60	Directed staff in updating claims analysis.
8/7/2007	E. Ordway	1.60	Read Asbestos Expert Reports and listed items for staff to investigate.
8/7/2007	J. Dolan	1.00	Read and analyzed counsel's memo re: PD claim settlement for City of Philadelphia.
8/8/2007	J. Dolan	0.70	Read and analyzed counsel's memo re: tax claim settlement.
8/8/2007	J. Dolan	2.20	Read and analyzed expert reports regarding asbestos claims.
8/10/2007	J. Dolan	1.10	Prepared debt capacity analysis based on updated information.
8/10/2007	J. Dolan	1.90	Prepared recovery analysis and various scenarios based on updated information.
8/13/2007	J. Dolan	1.00	Prepared for and participated in call with Committee regarding claims valuation.
8/13/2007	E. Ordway	1.00	Prepared for and participated in committee conference call regarding claims estimation.
8/13/2007	S. Cunningham	1.00	Prepared Hypothetical recovery analysis on various claim levels
8/15/2007	E. Ordway	2.00	Revised debt capacity analysis based on current market conditions.
8/23/2007	J. Dolan	2.20	Read and analyzed expert report on asbestos claim estimation.
8/24/2007	J. Dolan	2.50	Prepared recovery analysis based on various settlement scenarios and types of currency.

Date	Professional	Hours	Detailed Time Description
Subtotal		29.10	
04. Creditor Committee Matters			
8/10/2007	J. Dolan	0.50	Reviewed DIP Amendment #3 received from the Company and distributed to Counsel.
8/13/2007	J. Dolan	1.70	Read and analyzed recent docket submissions.
8/14/2007	J. Dolan	1.50	Prepared for and participated in call with counsel regarding 2Q07 results, recovery and status update.
8/15/2007	E. Ordway	0.30	Call with Committee members to discuss case status.
8/23/2007	J. Dolan	1.60	Read and analyzed recent docket submissions.
8/24/2007	J. Dolan	1.00	Prepared update to work plan.
8/28/2007	J. Dolan	1.20	Discussion regarding status of case.
8/29/2007	J. Dolan	1.10	Read and analyzed recent docket submissions.
8/30/2007	E. Ordway	0.20	Revised work plan.
8/30/2007	J. Dolan	0.70	Read and analyzed release regarding financial advisor investigation.
8/30/2007	E. Ordway	0.40	Call with Committee member to discuss Capstone activities/work plan for near-term.
8/31/2007	S. Cunningham	0.40	Prepared agenda re: 9/26 committee meeting
Subtotal		10.60	
05. Employee Matters/KERP/Other			
8/1/2007	J. Dolan	1.40	Revised and distributed LTIP report to the Committee and counsel.
8/30/2007	E. Ordway	0.80	Read LTIP report and incorporated comments thereon in 2Q report regarding personnel costs.
Subtotal		2.20	
07. Fee Applications & Invoices			
8/9/2007	J. Dolan	0.80	Prepared June fee app.
8/13/2007	J. Dolan	1.20	Prepared June fee application.
8/15/2007	J. Dolan	0.40	Update to fee analysis based on payments received.

Date	Professional	Hours	Detailed Time Description
8/24/2007	J. Dolan	1.20	Prepared June fee app.
8/29/2007	J. Dolan	1.40	Prepared June fee app.
8/30/2007	E. Ordway	0.30	Prepared fee application.
Subtotal		5.30	

08. Financial Analysis - Schedules & Statements

8/3/2007	S. Cunningham	3.10	Update Peer Group data and reviewed financial performance
8/7/2007	J. Dolan	2.50	Read and analyzed June monthly operating reports.
8/8/2007	S. Cunningham	3.10	Review (IDR) information. Review of Q207 financial information.
8/9/2007	S. Cunningham	3.40	Review Q207 Financial data.
8/9/2007	J. Dolan	3.40	Prepared analyses for the 2Q07 results report to the Committee.
8/9/2007	E. Ordway	0.70	Analyzed 2Q07 financial information and listed items for staff to discuss with management.
8/9/2007	J. Dolan	2.10	Read and analyzed the Financial Briefing prepared by the Company in anticipation of the 2Q07 results call.
8/9/2007	J. Dolan	2.20	Read and analyzed recently filed 10Q for the 2Q07.
8/10/2007	J. Dolan	2.00	Prepared 2Q07 results analyses to be included in the Committee report.
8/13/2007	S. Cunningham	2.30	Review Q207 Financials prepared by the Company.
8/13/2007	E. Ordway	1.50	Read and analyzed 10Q and prepared list of items to review/comment on for committee 2Q report.
8/13/2007	J. Dolan	2.40	Prepared analyses for the 2Q07 report to the Committee including gross margin analysis.
8/14/2007	J. Dolan	2.20	Prepared analyses for the 2Q07 results report to the Committee.
8/14/2007	S. Cunningham	3.00	Review of Q207 Financial Data
8/15/2007	J. Dolan	2.50	Prepared analyses for the 2Q07 Committee report including review and analysis of peer financials.
8/15/2007	J. Dolan	2.40	Prepared analyses for the 2Q07 Committee report including review and analysis of industry reports.
8/16/2007	E. Ordway	0.80	Prepared section of report to committee on 2Q regarding liquidity.

Date	Professional	Hours	Detailed Time Description
8/16/2007	J. Dolan	2.50	Read and analyzed Company's Executive Summary financial statements for 2Q07 Report to the Committee.
8/16/2007	J. Dolan	2.80	Began preparing actual vs plan analyses for the 2Q07 Report to the Committee.
8/17/2007	J. Dolan	1.80	Analyses related to the 2Q07 Report to the Committee related to price, productivity and inflation actual results versus prior year and Plan.
8/17/2007	J. Dolan	1.30	Analyses related to the 2Q07 Report to the Committee including cash flow actual results versus prior year and Plan.
8/17/2007	J. Dolan	2.60	Analyses related to the 2Q07 Report to the Committee including sales and ebitda bridges actual results versus prior year and Plan.
8/17/2007	S. Cunningham	5.10	Read and Reviewed Q207 Financial Data and prepared various analysis.
8/17/2007	E. Ordway	1.40	Continued to prepare section of committee report addressing liquidity.
8/20/2007	J. Dolan	2.10	Analyses related to the 2Q07 Report to the Committee including cap ex to date, pension funding, ch 11 expenses, non core expenses actual results versus prior year and Plan.
8/20/2007	J. Dolan	1.30	Prepared additional questions and requests for information from the Company for the 2Q07 report to the committee.
8/20/2007	J. Dolan	2.50	Analyses and commentary related to the 2Q07 report to the Committee.
8/21/2007	J. Dolan	1.00	Analyses of foreign currency impact in the 2Q07; related comments in report to the Committee.
8/21/2007	J. Dolan	2.70	Analyzed information for the 2Q07 report to the Committee including declining gross margins, its cause and the reasonableness of increased margins in the 2nd half of 2007.
8/21/2007	J. Dolan	2.60	Analyzed information for the 2Q07 report to the Committee including latest estimate for the year, potential acquisitions, and update to commentary on analyses.
8/22/2007	J. Dolan	2.70	Analyses related to the 2Q07 Report to the Committee including year-to-date sales and ebitda bridges actual results versus prior year and Plan.
8/22/2007	J. Dolan	2.40	Continued commentary on 2Q07 results for Committee report.
8/23/2007	J. Dolan	0.50	Research housing starts and potential impact on Company results for the remainder of the year.
8/23/2007	J. Dolan	2.50	Continued preparing commentary on 2Q07 report to the Committee.
8/24/2007	S. Cunningham	3.30	Read and reviewed 10Q filing for 2nd Quarter. Reviewed analysis versus Plan & Prior year.

Date	Professional	Hours	Detailed Time Description
8/24/2007	J. Dolan	2.40	Researched housing starts, analyzed recent mortgage issues and potential impact on Company results for the remainder of the year.
8/27/2007	E. Ordway	0.50	Analyzed research data regarding projected currency changes.
8/27/2007	E. Ordway	1.10	Analyzed data regarding building supply industry trends and impact to Debtors.
8/27/2007	S. Cunningham	4.10	Reviewed Peer Group data Q207 results
8/28/2007	E. Ordway	1.60	Prepared/edited Committee report regarding 2Q operating performance.
8/28/2007	J. Dolan	2.00	Read and analyzed press releases from the 2nd quarter and incorporated relevant information into report to the Committee.
8/28/2007	E. Ordway	0.50	Analyzed sensitivity of projection to currency fluctuations.
8/28/2007	J. Dolan	0.40	Incorporated additional information received from Blackstone into report.
8/28/2007	J. Dolan	2.70	Revisions to 2Q07 report including commentary and analyses.
8/29/2007	J. Dolan	1.30	Read and analyzed housing market and mortgage finance sector data and the related impact on like companies.
8/29/2007	J. Dolan	2.50	Continued preparation of 2Q07 report to the Committee.
8/29/2007	E. Ordway	1.20	Analyzed excess cash worldwide.
8/29/2007	E. Ordway	0.50	Prepared/edited section of reports addressing legacy costs.
8/30/2007	J. Dolan	1.40	Prepared additional questions for management regarding the 2Q07 results.
8/30/2007	S. Cunningham	4.20	Read and reviewed monthly financial reports for July 2007.
8/30/2007	J. Dolan	1.50	Review of report and final changes before internal review.
8/31/2007	S. Cunningham	3.00	Read and reviewed Q207 financial data
Subtotal		111.60	
11. Financial Analysis - Other			
8/23/2007	J. Dolan	0.40	Reviewed recent SEC filing.
Subtotal		0.40	
21. Research			
8/14/2007	M. Desalvio	2.00	Researched peer group information for 2Q07 analysis.

Date	Professional	Hours	Detailed Time Description
Subtotal		2.00	
26. Meetings with Debtors/Advisors			
8/14/2007	S. Cunningham	0.30	Prepared for and participated in Committee 2Q07 update call
8/14/2007	S. Cunningham	1.20	Participated in Q207 update call with Grace Management
8/14/2007	J. Dolan	1.70	Prepared for and participated in call with the Company and its advisors regarding 2Q07 results.
Subtotal		3.20	
Total Hours		164.40	

**W.R. Grace & Co.
Capstone Advisory Group, LLC
Expense Detail
For the Period 8/1/07 through 8/31/07**

Date	Professional	Detail	Amount
Postage/FedEx			
8/31/2007	Capstone Expenses	Fed Ex Invoice # 2946-3634-0	\$44.83
Subtotal - Postage/FedEx			\$44.83
Research			
8/31/2007	Capstone Expenses	August Pacer Charges	\$14.08
Subtotal - Research			\$14.08
Telecom Charges			
8/31/2007	Capstone Expenses	August Telephone - Saddle Brook office	\$125.15
Subtotal - Telecom Charges			\$125.15
For the Period 8/1/07 through 8/31/07			\$184.06